

RESOLUTION No. 2011-2957

A RESOLUTION AUTHORIZING THE CITY MANAGER TO APPROVE THE LEASE-PURCHASE OF TWO REPLACEMENT BACKHOES FOR THE PUBLIC WORKS MAINTENANCE DIVISION

RECITALS:

1. The Public Works Maintenance Division currently owns two backhoes that are twelve years old and maintenance costs are continuing to increase in order to keep them functioning adequately.
2. Replacement of these backhoes was approved and scheduled in the FY 2010/11 budget. Additional lease payments have been budgeted in the recently adopted FY 11/12 budget.
3. The bidding process used for the bid award complies with ORS Chapter 279 on Public Contracts and Purchasing.
4. The final cost to purchase both backhoes, including trade-in value of old equipment, lease payments, interest charges and a \$2.00 buyout is \$116,018.03. Funding is allocated in both FY 10/11 and FY 11/12 under equipment replacement (account number 32-5110-610002).

THE CITY OF NEWBERG RESOLVES AS FOLLOWS:

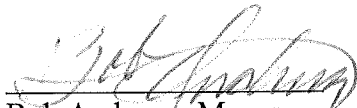
The City Council, acting as the Contract Review Board for the City, does hereby authorize the City Manager to approve the purchase of two (2) Caterpillar 420EQ Backhoes, from Peterson Machinery, for a total lease-purchase amount (including a reduction of \$40,000.00 for trade-in value of existing backhoes) of \$116,018.03.

➤ **EFFECTIVE DATE** of this resolution is the day after the adoption date, which is: July 6, 2011.

ADOPTED by the City Council of the City of Newberg, Oregon, this 5th day of July 2011.


Daniel Danicic, City Recorder

ATTEST by the Mayor this 7th day of July 2011.


Bob Andrews, Mayor

LEGISLATIVE HISTORY

By and through _____ Committee at ____ / ____ / ____ meeting. Or, X None.
(committee name) (date) (check if applicable)